Norphlet Chemical Report March 3 – 8, 2008 By Evert Talbot

Most of this week was spent in the Baton Rouge office negotiating by phone and e-mail with Yuichi likubo on the pending consulting contract for Norphlet Chemical

As you can see from the attached copy of the contract, he has backed off of the extravagant \$700,000 00 fee that was originally proposed and the 1% of sales for 10 years as the Processing Fee Norphlet does not have to use likubo for the Second Phase although we are heavily inclined to do so in order to guarantee the ultimate success of his work. This contract was prepared with the assistance of Craig Wilson, Ronnie Jackson, Vic Forte, Brian Brooks and Robert James.

At the time of this writing (Sunday, March 9) likubo has plans to submit the latest draft which he has accepted to his lawyer on Monday March 10 for final approval

If the contract passes final approval by Monday March 10, I would expect Yuichi likubo, Stephen Owens and their draftsman Joe Gromate to be at Norphlet as early as Wednesday, March 12. Their tentative plans are to stay for at least one week on the initial visit before returning home to begin the drawing, drafting, engineering and studying of the first stage.

The TULSTAR group has also furnished us with the names of two other possible consultants with 134a experience. They all have worked for the ATOCHEM, plant in Calvert City, Kentucky. I heard from one of them on Tuesday by the name of Jim Hodges who is now retired. He was technical manager and manager of engineering for many years at ATOCHEM. The other gentleman is Charles Wyle. DeLand who currently works for Honeywell at the Metropolis, Illinois facility. As reported last week, Wyle is a chemical engineer with a lot of fluorine production experience including 134a at Calvert City. He was born and raised in Monroe, Louisiana not far from Norphlet. He would like to work for Norphlet on a permanent basis if there ever is a need for his services. Wyle also engineered, built and ran the 141b plant in Gramercy, Louisiana that we now have converted at Norphlet.

TULSTAR has also furnished us with the latest specs on 134a to be made a part of the likubo consulting contract

Jones-Hamilton Co and TULSTAR have heard nothing from the Jack Golston group regarding the purchase of all Norphlet stock

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